§ 102-117.35

§ 102-117.35 What are the advantages and disadvantages of using GSA's tender of service?

- (a) It is an advantage to use GSA's tender of service when you want to:
- (1) Use GSA's authority to negotiate on behalf of the Federal Government and take advantage of the lower rates and optimum service that result from a larger volume of business;
- (2) Use a uniform tender of service; and
- (3) Obtain assistance with loss and damage claims.
- (b) It is a disadvantage to use GSA's tender of service when:
- (1) You want an agreement that is binding for a longer term than the GSA tender of service;
- (2) You have sufficient time to follow FAR contracting procedures; and
- (3) You do not want to pay for the GSA administrative service charge as a participant in the GSA rate tender programs.

§ 102-117.40 When is it advantageous for me to use another agency's contract or rate tender for transportation services?

It is advantageous to use another agency's contract or rate tender for transportation services when the contract or rate tender offers better or equal value than otherwise available to you.

§ 102-117.45 What other factors must I consider when using another agency's contract or rate tender?

When using another agency's contract or rate tender, you must:

- (a) Assure that the contract or rate tender meets any special requirements unique to your agency;
- (b) Pay any other charges imposed by the other agency for external use of their contract or rate tender; and
- (c) Ensure the terms of the other agency's contract or rate tender allow you to use it.

§ 102-117.50 What are the advantages and disadvantages of contracting directly with a TSP under the FAR?

- (a) The FAR is an advantage to use when:
- (1) You ship consistent volumes in consistent traffic lanes;

- (2) You have sufficient time to follow FAR contracting procedures; and
- (3) Your contract office is able to handle the requirement.
- (b) The FAR may be a disadvantage when you:
- (1) Cannot prepare and execute a FAR contract within your time frame; or
- (2) Have recurring shipments between designated places, but do not expect sufficient volume to obtain favorable rates.

§ 102-117.55 What are the advantages and disadvantages of using a rate tender?

- (a) Using a rate tender is an advantage when you:
- (1) Have a shipment that must be made within too short a time frame to identify or solicit for a suitable contract: or
- (2) Have shipments recurring between designated places, but do not expect sufficient volume to obtain favorable rates.
- (b) Using a rate tender may be a disadvantage when:
- (1) You have sufficient time to use the FAR and this would achieve better results:
- (2) You require transportation service for which no rate tender currently exists; or
- (3) A TSP may revoke or terminate the tender on short notice.

§ 102-117.60 What is the importance of terms and conditions in a rate tender or other transportation document?

Terms and conditions are important to protect the Government's interest and establish the performance and standards expected of the TSP. It is important to remember that terms and conditions are:

- (a) Negotiated between the agency and the TSP before movement of any item; and
- (b) Included in all contracts and rate tenders listing the services the TSP is offering to perform at the cost presented in the rate tender or other transportation document.

Note to 102-117.60: You must reference the negotiated contract or rate tender on all transportation documents. For further information see 102-117.65.